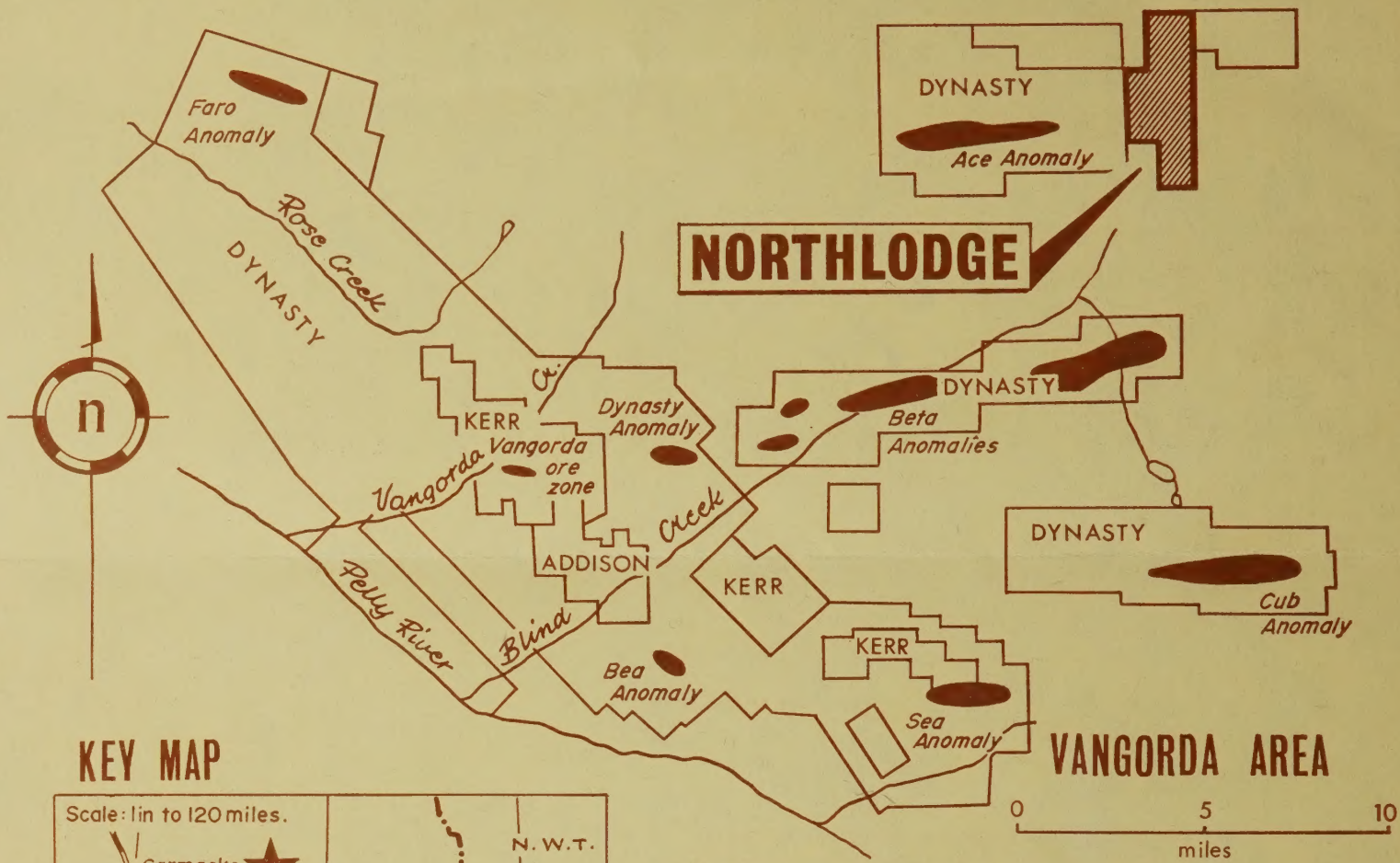


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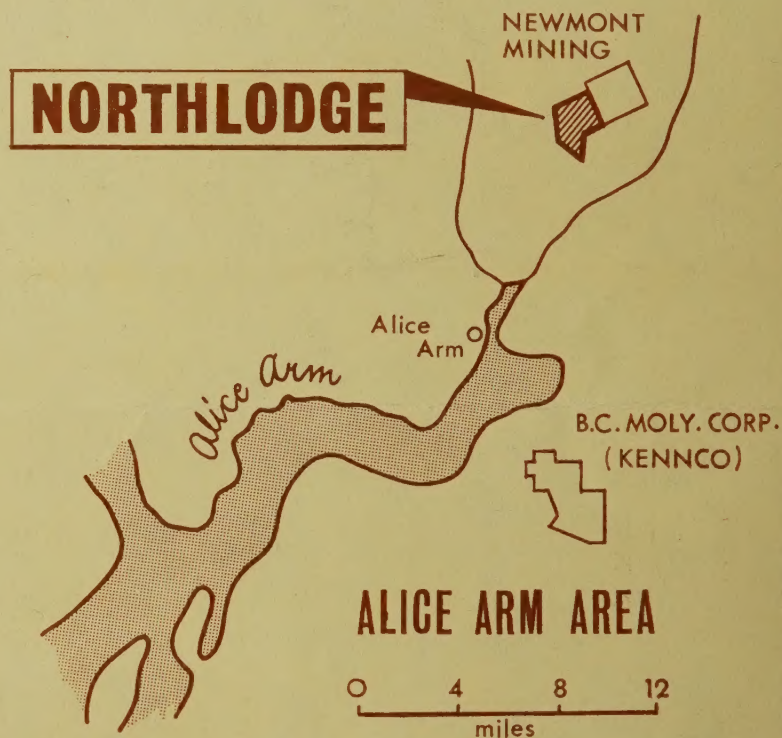
**Northlodge Copper
Mines
LIMITED**

**PROGRESS
REPORT
TO
SHAREHOLDERS**

**June 6
1966**



KEY MAP



Location map

NORTHLIDGE COPPER MINES LTD.

SHOWING BRITISH COLUMBIA AND YUKON PROPERTIES

TO THE SHAREHOLDERS:

Exploration plans for the 1966 season have now been set and your management is pleased to review for you the programs that will be carried out in British Columbia and the Yukon.

Work on the 45-claim Alice Arm area property, in B.C., will resume this month. Sampling last year, on surface and in an adit in the face of the Red Bluff, disclosed copper and molybdenite mineralization.

This season's program will include geochemical sampling of streams, geological mapping and prospecting, also sampling in and around the Red Bluff area. The same program will be carried out on a reconnaissance basis over the balance of the property.

These Alice Arm claims held by your company are adjacent to claims held by Newmont Mining Corp. where a molybdenite find was made last year. It is understood Newmont has scheduled a major diamond drilling program for its property this season.

Approximately 10 miles to the south of the Northlodge property, Kennecott Copper Company is building a 6,000 tons per day mill, at cost of some \$20 million, for molybdenum production. Docking facilities and townsite are also being built, with the mine scheduled for start-up late in 1967.

In the Yukon, your company has acquired 44 claims in the highly active Vangorda Creek area, adjoining Dynasty Explorations' Ace property where Dynasty and Cyprus Mines Limited

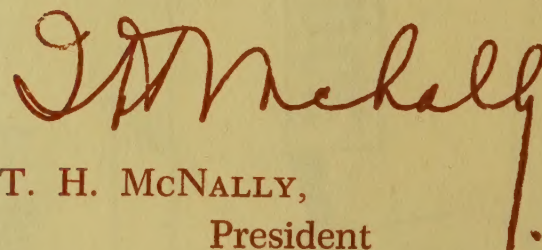
have outlined in excess of 30 million tons of lead-zinc material running about 10% combined metals with additional silver values.

On our own claims, linecutting has been carried out and geophysical investigations, by electromagnetic and magnetic survey, and geochemical soil sampling are scheduled to begin immediately.

Your directors believe Northlodge has two valuable properties, located in areas of strong mineral promise. Both field programs will be carried out under the direction of G.H.D. Consultants Limited who have crews in northern B.C. and Yukon.

Your company, a member of the Polar Investments group, is working from a strong treasury base, with approximately \$300,000 in net assets — more than adequate to complete the season's programs.

On behalf of the board,



T. H. McNALLY,
President